



**OFFICE OF THE CITY AUDITOR**  
Long Beach, California

**C-3**

LAURA L. DOUD, CPA  
City Auditor

December 8, 2020

**UB-34**

HONORABLE MAYOR AND CITY COUNCIL  
City of Long Beach  
California

**RECOMMENDATION:**

Receive and file the Quarterly Report of Cash and Investments for the quarter ending March 31, 2020.

**DISCUSSION:**

Pursuant to Section 803 of the City Charter, the Office of the City Auditor is charged with verifying cash in the City Treasury on a quarterly basis and providing a written report to the City Council. Attached is the Quarterly Report of Cash and Investments for the quarter ending March 31, 2020.

**TIMING CONSIDERATIONS:**

This item is not time sensitive.

**FISCAL IMPACT:**

There is no fiscal impact.

**SUGGESTED ACTION:**

Approve recommendation.

Respectfully submitted,

A handwritten signature in blue ink that reads "Laura L. Doud".

Laura L. Doud, CPA  
CITY AUDITOR

attachment



**THE CITY OF LONG BEACH  
OFFICE OF THE CITY AUDITOR**

**QUARTERLY AUDIT OF CASH AND INVESTMENTS**

March 31, 2020

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## **EXECUTIVE SUMMARY**

We have conducted a performance audit of the cash and investment balances of the City of Long Beach (the City) as of March 31, 2020. The City's management is responsible for the cash and investments balances. As of March 31, 2020, the City's cash and investments portfolio totaled approximately \$2.1 billion.

We conducted this performance audit in accordance with Generally Accepted Government Auditing Standards. Those standards require that we plan and perform the audit to obtain sufficient and appropriate evidence to provide a reasonable basis for our findings and conclusions based on our audit objectives. We believe that the evidence obtained provides a reasonable basis for our findings and conclusions based on our audit objectives.

## **BACKGROUND**

### *City Charter Mandate*

Pursuant to Section 803 of the Charter of the City of Long Beach, California, the Office of the City Auditor is charged with verifying cash and investment balances in the City Treasury on a quarterly basis and providing a written report to the City Council. The Office of the City Auditor has contracted Windes, Inc. to perform the March 31, 2020 audit.

The audit of cash and investment balances of the City of Long Beach includes verifying cash and investments with outside depositories, and evaluating the City Treasurer's compliance with the relevant provisions of the California Government Code and the City's Investment Policy, which is adopted annually by the City Council.

### *Pooled Cash and Investments*

The City's pooled cash is a grouping of the City's available cash for investments. The larger amount of money involved in a pool allows the City to earn a higher rate of return than each fund could receive by itself. Pooled funds that are not needed for operations are invested by the Treasury Bureau. The interest income earned in pooled cash and investments is apportioned to funds based on the ratio of daily cash balances to the total of pooled cash and investments.

### *Non-pooled Cash and Investments*

Generally, non-pooled cash and investments are used for specific project operations or pledged for reserves or interest payments of outstanding debt.

## **BACKGROUND (Continued)**

### ***Chandler Asset Management***

The City has an agreement with Chandler Asset Management (“Chandler”) to provide investment advisory and management services related to the City’s pooled investment portfolio. The term of the agreement beginning January 1, 2015 was extended through December 31, 2020. Chandler manages the City’s pooled investment portfolio on a non-discretionary basis and provides ongoing oversight of investment activity, including “best practice” recommendations, updates on both financial and regulatory developments, investment strategy review, and performance and credit analysis related to investments in the City’s investment pool.

### ***Change in ERP System***

In the beginning of April of fiscal year 2019, the City migrated its cash and investment accounts from the prior enterprise resource planning (ERP) system to the new Munis ERP system under Tyler Technologies. As a result, certain funds previously reported under the old system were segregated into multiple new fund numbers.

## **AUDIT OBJECTIVES, SCOPE, AND METHODOLOGY**

The objectives of our performance audit were to reconcile cash and investments as to the amount and description recorded on the City’s books with outside depositories and to evaluate the City’s compliance with the relevant provisions of the California Government Code Section 53601 and the City’s Investment Policy.

The scope of this audit was limited to the quarter ended March 31, 2020.

We performed the following procedures:

- Obtained an understanding of the internal controls surrounding the City’s cash and investment process.
- Obtained confirmations of cash held by banks and investments held by the City Treasurer’s safekeeping agent and other custodians as of March 31, 2020 and reconciled them to the City’s general ledger.
- Reconciled the balance of total investments on the City Treasurer’s Investment Activity Portfolio Statistics Report (Sympro) at March 31, 2020 to the City’s general ledger.
- Obtained bank and investment reconciliations at March 31, 2020 and traced balances to the City’s general ledger. This also included testing, on a sample basis, the adjustments made on the reconciliation to ensure they are valid adjustments.

## **AUDIT OBJECTIVES, SCOPE, AND METHODOLOGY (CONTINUED)**

- Compared investments listed on the City Treasurer's Investment Activity Portfolio Statistics Report (Sympro) at March 31, 2020 to the types of investments authorized for the City in accordance with the City's Investment Policy and the relevant provisions of the California Government Code.
- Compared the portfolio mix of investment types listed in the City Treasurer's Investment Activity Portfolio Statistics Report (Sympro) at March 31, 2020 to the portfolio mix limitations imposed by the City's Investment Policy and the relevant provisions of the California Government Code.
- Reviewed supporting documentation on a sample basis, the purchase, sale and maturity of individual investments to determine compliance with the following provisions of the California Government Code and the City's Investment Policy:
  - Purchases of investments meet minimum rating requirements and maximum allowable maturity periods.
  - All sections of the investment transaction record are properly completed and authorized by the City Treasurer.
  - Transactions are supported by documentation from third-party sources (individual broker confirmations, safekeeping statements, custodian statements, etc.)

The City finalizes its calculations of accrued interest at the end of the fiscal year; thus, testing of accrued interest is conducted as part of the fiscal year-end cash and investment audit. As such, we did not test accrued interest, which is excluded from the balance of Total Cash and Investments at March 31, 2020, listed below and in Attachments I and II. In addition, the allocation of pooled cash and investments between funds was outside the scope of this audit. As such, the Schedule of Pooled and Non-Pooled Cash and Investment Balances by Fund is attached for informational purposes only.

## **RESULTS AND CONCLUSIONS**

During our audit, we noted the following reconciling items related to cash and investment activity during the quarter ended March 31, 2020 were not booked in Munis until after quarter-end. The following summarizes our findings:

- \$6,542,355 March 2020 activities for the GF-Operations (Fund 1000) were not posted until April 2020 leading to an overstatement of cash in banks, which is included in pooled cash and investments.
- \$32,379,564 The adjustment to recognize fair value of investments at March 30, 2020 (denoted by Object Code 100700) was not recorded. It is the City's policy to not recognize the fair value adjustment during interim periods.

**RESULTS AND CONCLUSIONS (Continued)**

The City's cash and investment balances as of March 31, 2020, after the adjustments noted above, are summarized as follows:

Pooled Cash and Investments	\$ 1,754,904,809
Non-Pooled Cash and Investments	<u>353,077,871</u>
Total Cash and Investments	<u>\$ 2,107,982,680</u>

Based on the results of audit procedures performed and adjustments made, cash and investment balances as recorded on the City's books at March 31, 2020, materially agree as to the amount and description with outside depositories. Also, we found the City to be in compliance with all other relevant provisions of the California Government Code and the City's Investment Policy.

**MANAGEMENT COMMENTS**

Management concurs that investment activity for the subject period was in full compliance with the applicable sections of the California government Code and City's Investment Policy.

Management acknowledges the delayed general ledger entries for the amount of \$6,542,355. This amount represents intra-period timing difference across various funds and departments, whose impact is offset within the reporting period and therefore does not impact the validity of the financial reporting. The City's accounting staff discovered these oversights, notified the responsible departments to process the transactions in the subsequent month, and also directed departments to conduct a review of procedures to improve the timeliness of recording cash deposits.

Management acknowledges the reversal of the fair (market) value. The \$32,379,564 fair value adjustment reflects the unrealized change in value of the legacy securities attributable to the movement of market interest rates. The purpose of this adjustment is to fairly report the market value of the pooled investments at a point in time for financial reporting purposes, which is annual on September 30 of each year. It is reversed after that as it is not accurate except of September 30 of each year. The City has no management or reporting need for the mark to market except as of September 30, and therefore does not do the research to adjust to market except for that date. The City's official financial reports always reflect market value as required.



Long Beach, California  
October 12, 2020

## ATTACHMENT I

### POOLED AND NON-POOLED CASH AND INVESTMENT BALANCES BY FUND AT MARCH 31, 2020 WITH COMPARATIVE TOTALS FOR MARCH 31, 2019

Fund Number	Name of Fund	Pooled March 31, 2020	Non-Pooled March 31, 2020	Total at March 31, 2020	Total at March 31, 2019
1000	GF - Operating	\$ 41,930,378	\$ 1,375,256	\$ 43,305,634	
1009	GF- District Priority	1,279,754	-	1,279,754	
1010	GF - Cap/Oper Grants	2,414,467	-	2,414,467	
1020	GF - CLB Measure A	34,002,128	-	34,002,128	
1030	GF - CLB Measure MA	(7,095,510)	-	(7,095,510)	
1040	GF - Asset Seizure Federal	966,268	-	966,268	
1041	GF - Asset Seizure US Treasury	1,343,591	-	1,343,591	
1042	GF - Asset Seizure State	835,216	-	835,216	
1043	GF - ASF Priority Intvntn Prgm	72,959	-	72,959	
		<u>75,749,251</u>	<u>1,375,256</u>	<u>77,124,507</u>	<u>\$ 90,833,385</u>
1100	GF - Uplands Oil Operating	<u>16,964,204</u>	<u>-</u>	<u>16,964,204</u>	<u>16,521,714</u>
2000	SR - General Grants	213,043	-	213,043	
2010	SR - City Manager Grants	1,703,292	-	1,703,292	
2015	SR - Parks Grants	(2,156,644)	-	(2,156,644)	
2020	SR - Police Grants	5,178,698	-	5,178,698	
2025	SR - City Prosecutor Grants	540,629	-	540,629	
2030	SR - Fire Grants	(360,419)	-	(360,419)	
2035	SR - Development Srvc Grants	574,735	-	574,735	
2040	SR - Library Grants	<u>2,182,660</u>	<u>-</u>	<u>2,182,660</u>	
		<u>7,875,994</u>	<u>-</u>	<u>7,875,994</u>	<u>2,735,423</u>
2100	SR - PS Oil Prod Tax - Fire	1,163,619	-	1,163,619	
2150	SR - PS Oil Prod Tax - Police	<u>951,299</u>	<u>-</u>	<u>951,299</u>	
		<u>2,114,918</u>	<u>-</u>	<u>2,114,918</u>	<u>1,829,249</u>
2200	SR - Health Operating	11,750,206	800	11,751,006	
2210	SR - Health Grants	<u>(5,764,071)</u>	<u>-</u>	<u>(5,764,071)</u>	
		<u>5,986,135</u>	<u>800</u>	<u>5,986,935</u>	<u>17,211,382</u>
2300	SR - CUPA Operating	<u>1,773,802</u>	<u>-</u>	<u>1,773,802</u>	<u>2,280,080</u>
2400	SR - Spec Adver/Prom Operating	<u>9,076,506</u>	<u>-</u>	<u>9,076,506</u>	<u>9,811,955</u>



**ATTACHMENT I**

**POOLED AND NON-POOLED CASH AND INVESTMENT BALANCES  
BY FUND AT MARCH 31, 2020  
WITH COMPARATIVE TOTALS FOR MARCH 31, 2019  
(Continued)**

<u>Fund Number</u>	<u>Name of Fund</u>	<u>Pooled March 31, 2020</u>	<u>Non-Pooled March 31, 2020</u>	<u>Total at March 31, 2020</u>	<u>Total at March 31, 2019</u>
2500	SR - Housing Operations	3,954,909	-	3,954,909	
2501	SR - Housing Annual	15,602,267	26,721	15,628,988	
2550	SR - LB Community Invest Co	9,216,031	-	9,216,031	
		<u>28,773,207</u>	<u>26,721</u>	<u>28,799,928</u>	<u>27,137,069</u>
2600	SR - Belmont Shre Pkg Mtr	416,583	-	416,583	324,265
2650	SR - Business Assistance	829,647	-	829,647	833,584
2710	SR - Workforce Development Grants	(3,577,987)	52,572	(3,525,415)	
2711	SR - Comm Dev Grants - HUD	5,942,036	(54)	5,941,982	
2713	SR - Comm Dev - Other Grants	84,647	-	84,647	
		<u>2,448,696</u>	<u>52,518</u>	<u>2,501,214</u>	<u>3,305,465</u>
2760	SR - Housing Auth Grnts	12,839,354	1,653,361	14,492,715	12,839,179
2800	SR - Gas Tax	(4,935,612)	-	(4,935,612)	
5310	CP - Transport Capital Project	(1,759,917)	-	(1,759,917)	
5320	CP - State Gas Tax CP Projects	16,689,821	-	16,689,821	
5417	CP - State RMRA Local Return	12,028,584	-	12,028,584	
5418	CP - County Measure W	(153,418)	-	(153,418)	
5420	CP- State PT Tran Dev Act SB821	(3,675)	-	(3,675)	
		<u>21,865,783</u>	<u>-</u>	<u>21,865,783</u>	<u>15,637,878</u>
4005	DS - General Debt Service	15,681,896	11,862,429	27,544,325	6,686,200
4505	DS - Successor Agency	1	33,824,599	33,824,600	32,270,880
2810	SR - DIF-Traffic Mitigation Fees	6,411,844	-	6,411,844	
2811	SR - DIF-Parks Impact Fees	6,676,572	-	6,676,572	
2812	SR - DIF-Police Impact Fees	2,378,768	-	2,378,768	
2813	SR - DIF-Fire Impact Fees	1,312,678	-	1,312,678	
5010	CP - Capital Grants	16,874,752	-	16,874,752	
5015	CP - Bond Proceeds	(42,617)	-	(42,617)	
5020	CP - Capital Projects	26,884,896	-	26,884,896	
		<u>60,496,893</u>	<u>-</u>	<u>60,496,893</u>	<u>48,690,108</u>
5120	CP - Special Assessmt Projects	1,775,333	61,936	1,837,269	1,836,598
5200	CP - Legislative	4,912,736	-	4,912,736	4,912,736

**ATTACHMENT I**

**POOLED AND NON-POOLED CASH AND INVESTMENT BALANCES  
BY FUND AT MARCH 31, 2020  
WITH COMPARATIVE TOTALS FOR MARCH 31, 2019  
(Continued)**

<u>Fund Number</u>	<u>Name of Fund</u>	<u>Pooled March 31, 2020</u>	<u>Non-Pooled March 31, 2020</u>	<u>Total at March 31, 2020</u>	<u>Total at March 31, 2019</u>
5411	CP - County Prop C Metro	23,384,610	-	23,384,610	
5412	CP - County Measure R Metro	5,450,538	-	5,450,538	
5413	CP - State AB2766 Air Quality	2,529,106	-	2,529,106	
5414	CP - County Measure M Metro	6,287,959	-	6,287,959	
5416	CP - County Prop A Metro	16,760,546	-	16,760,546	
		<u>54,412,759</u>	<u>-</u>	<u>54,412,759</u>	<u>45,081,482</u>
5500	CP - Successor Agency Operating	3,178,966	-	3,178,966	
5501	CP - Successor Agency Annual	7,194,298	141,794	7,336,092	
		<u>10,373,264</u>	<u>141,794</u>	<u>10,515,058</u>	<u>16,999,948</u>
6000	IS - Civic Center Operating	(1,981,048)	-	(1,981,048)	
6005	IS - Civic Center Debt	214,275	-	214,275	
6020	IS - Civic Center Capital	(2,529,367)	-	(2,529,367)	
		<u>(4,296,140)</u>	<u>-</u>	<u>(4,296,140)</u>	<u>3,292,932</u>
6100	IS - Genral Services Operating	41,194,450	534,379	41,728,829	
6110	IS - General Service Grants	(456,463)	-	(456,463)	
6120	IS - General Services Capital	(7,805,721)	5,194,207	(2,611,514)	
		<u>32,932,266</u>	<u>5,728,586</u>	<u>38,660,852</u>	<u>45,304,036</u>
6200	IS - Fleet Operating	2,811,876	-	2,811,876	
6205	IS - Fleet Debt	143,068	-	143,068	
6210	IS - Fleet Grants	(161,860)	-	(161,860)	
6220	IS - Fleet Capital	2,790,476	-	2,790,476	
6230	IS - Fleet Replacement	38,261,073	81,686	38,342,759	
		<u>43,844,633</u>	<u>81,686</u>	<u>43,926,319</u>	<u>41,855,701</u>
6300	IS - Workers' Compensation	29,861,656	-	29,861,656	
6350	IS - General Liability	(4,955,733)	-	(4,955,733)	
6390	IS - Disaster Recovery	630,841	-	630,841	
		<u>25,536,764</u>	<u>-</u>	<u>25,536,764</u>	<u>43,832,673</u>
6400	IS - EBF - Operating	38,460,898	-	38,460,898	
6401	IS - EBF - Operating	13,267,797	-	13,267,797	
6402	IS - EBF - Operating	(8,221,575)	-	(8,221,575)	
6403	IS - EBF - Operating	82,422,329	-	82,422,329	
6405	IS - EBF - Pension & Retirement	(45,044,949)	-	(45,044,949)	
		<u>80,884,500</u>	<u>-</u>	<u>80,884,500</u>	<u>89,734,582</u>
7000	EF - Gas Operating	29,082,388	750	29,083,138	

**ATTACHMENT I**

**POOLED AND NON-POOLED CASH AND INVESTMENT BALANCES  
BY FUND AT MARCH 31, 2020  
WITH COMPARATIVE TOTALS FOR MARCH 31, 2019  
(Continued)**

<u>Fund Number</u>	<u>Name of Fund</u>	<u>Pooled March 31, 2020</u>	<u>Non-Pooled March 31, 2020</u>	<u>Total at March 31, 2020</u>	<u>Total at March 31, 2019</u>
7005	EF - Gas Debt	97,131	19,787,732	19,884,863	
7020	EF - Gas Cap/Oper Proj	15,378,102	-	15,378,102	
7035	EF - Gas Prepay (LBBFA)	5,067,839	-	5,067,839	
		<u>49,625,460</u>	<u>19,788,482</u>	<u>69,413,942</u>	<u>59,554,684</u>
7100	EF - Water Operating	44,677,140	8,993,659	53,670,799	
7101	EF - Water Reclaimed Operating	2,695,457	-	2,695,457	
7105	EF - Water Debt	2,307,040	2,749,733	5,056,773	
7120	EF - Water Capital Projects	(19,212,346)	-	(19,212,346)	
7121	EF - Water Capital Projects	158,500	-	158,500	
		<u>30,625,791</u>	<u>11,743,392</u>	<u>42,369,183</u>	<u>62,451,708</u>
7200	EF - Sewer Operating	21,876,456	-	21,876,456	
7205	EF - Sewer Debt	109,031	-	109,031	
7220	EF - Sewer Capital Projects	(2,997,603)	-	(2,997,603)	
		<u>18,987,884</u>	<u>-</u>	<u>18,987,884</u>	<u>14,473,324</u>
7300	EF - Sol Waste Operating	11,196,191	3,000	11,199,191	
7310	EF - Sol Waste Cap/Oper Grants	767,688	-	767,688	
7320	EF - Sol Waste Cap/Oper Proj	(424,955)	-	(424,955)	
		<u>11,538,924</u>	<u>3,000</u>	<u>11,541,924</u>	<u>12,828,381</u>
7350	EF - SERRF Operations	22,159,144	-	22,159,144	22,113,703
7355	EF - SERRF JPA Debt	30,884	-	30,884	940

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WITH COMPARATIVE TOTALS FOR MARCH 31, 2019  
(Continued)**

<u>Fund Number</u>	<u>Name of Fund</u>	<u>Pooled March 31, 2020</u>	<u>Non-Pooled March 31, 2020</u>	<u>Total at March 31, 2020</u>	<u>Total at March 31, 2019</u>
7400	EF - Airport Operating	52,088,065	100	52,088,165	
7410	EF - Airport Grants	(4,046,103)	-	(4,046,103)	
7411	EF - Airport Passenger Fac Chrg	30,853,300	-	30,853,300	
7412	EF - Airport Customer Fac Chrg	12,697,150	-	12,697,150	
7420	EF - Airport Cap/Oper Proj	(10,347,209)	-	(10,347,209)	
7425	EF - Airport Debt	(1,693,354)	14,753,835	13,060,481	
		<u>79,551,849</u>	<u>14,753,935</u>	<u>94,305,784</u>	<u>98,555,501</u>
7500	EF - Developmnt Svcs Operating	52,633,914	-	52,633,914	
7510	EF - Developmnt Svcs Grants	(132,185)	-	(132,185)	
7520	EF - Developmnt Svc Casp SB1186	293,316	-	293,316	
		<u>52,795,045</u>	<u>-</u>	<u>52,795,045</u>	<u>42,386,356</u>
7550	EF - Towing Operating	<u>1,136,889</u>	<u>1,700</u>	<u>1,138,589</u>	<u>1,473,740</u>
7600	EF - Tidelands Operating	127,510,933	2,000	127,512,933	
7605	EF - Tidelands Debt	(3,403,904)	26,399	(3,377,505)	
7620	EF - Tideland Capital Projects	(12,770,404)	-	(12,770,404)	
7630	EF - Tidelands Parking	3,416,786	-	3,416,786	
7635	EF - TF Convntn Ctr Pkg Surchg	3,433,854	-	3,433,854	
7885	EF - TF Aqua Of The Pac Debt	7,224,031	18,569,950	25,793,981	
		<u>125,411,296</u>	<u>18,598,349</u>	<u>144,009,645</u>	<u>155,384,064</u>
7700	EF - TF Marina Operating	30,976,921	8,440,388	39,417,309	
7710	EF - TF Marina Capital Grant	1,606,987	-	1,606,987	
		<u>32,583,908</u>	<u>8,440,388</u>	<u>41,024,296</u>	<u>37,440,176</u>
7750	EF - TF Queen Mary Project Oper	226,834	202,642	429,476	
7770	EF - TF Queen Mary Capital Project	3,899,068	-	3,899,068	
		<u>4,125,902</u>	<u>202,642</u>	<u>4,328,544</u>	<u>2,244,934</u>
7800	EF - Tidelands Oil	<u>45,098,399</u>	<u>-</u>	<u>45,098,399</u>	<u>37,743,426</u>
7850	EF - Tf Subsidence	<u>186,679,313</u>	<u>-</u>	<u>186,679,313</u>	<u>183,018,504</u>

**ATTACHMENT I**

**POOLED AND NON-POOLED CASH AND INVESTMENT BALANCES  
BY FUND AT MARCH 31, 2020  
WITH COMPARATIVE TOTALS FOR MARCH 31, 2019  
(Continued)**

<u>Fund Number</u>	<u>Name of Fund</u>	<u>Pooled March 31, 2020</u>	<u>Non-Pooled March 31, 2020</u>	<u>Total at March 31, 2020</u>	<u>Total at March 31, 2019</u>
7900	EF - Harbor Operating	<u>3,406,887,038</u>	<u>900</u>	<u>3,406,887,938</u>	
		<u>3,406,887,038</u>	<u>900</u>	<u>3,406,887,938</u>	<u>3,468,432,646</u>
7910	EF - Harbor Cap/Oper Grants	112,238,234	-	112,238,234	
7920	EF - Harbor Cap/Oper Proj	<u>(2,996,042,922)</u>	<u>-</u>	<u>(2,996,042,922)</u>	
		<u>(2,883,804,688)</u>	<u>-</u>	<u>(2,883,804,688)</u>	<u>(2,913,626,869)</u>
7930	EF - Ha Debt 2010A Bonds	-	161,392	161,392	
7931	EF - Ha Debt 2010B Bonds	-	131,998	131,998	
7933	EF - Ha Debt 2014B Bonds	219,375	27	219,402	
7934	EF - Ha Debt 2015A Bonds	6,614,656	124	6,614,780	
7935	EF - Ha Debt 2015B Bonds	377,438	-	377,438	
7936	EF - Ha Debt 2015C Bonds	1,239,094	-	1,239,094	
7937	EF - Ha Debt 2015D Bonds	1,253,719	-	1,253,719	
7938	EF - Ha Debt 2017A Bonds	1,905,188	-	1,905,188	
7939	EF - Ha Debt 2017B Bonds	487,219	-	487,219	
7940	EF - Ha Debt 2017C Bonds	799,875	-	799,875	
7941	EF - Ha Debt 2018A Bonds	-	5,797,061	5,797,061	
7942	EF - Ha Debt 2019A Bonds	3,024,562	29,346	3,053,908	
7943	EF - Ha Debt 2020A Bonds	294,058	99,715,868	100,009,926	
7944	EF - Ha Debt 2020B Bonds	<u>353,319</u>	<u>111,718,487</u>	<u>112,071,806</u>	
		<u>16,568,503</u>	<u>217,554,303</u>	<u>234,122,806</u>	<u>126,754,014</u>
8000	CS - Fiduciary Operating	3,671,251	-	3,671,251	
8010	CS - Prisoner Welfare	<u>263,332</u>	<u>1,500</u>	<u>264,832</u>	
		<u>3,934,583</u>	<u>1,500</u>	<u>3,936,083</u>	<u>3,288,121</u>
8100	CS - Asmt CFD5 Lb Towne Center	<u>167,961</u>	<u>1,228,268</u>	<u>1,396,229</u>	<u>1,374,840</u>
8105	CS - Asmt CFD6 Pike Pub Imprv	<u>49,834</u>	<u>4,124,735</u>	<u>4,174,569</u>	<u>4,216,838</u>
8110	CS - Asmt CFD7-1 Douglas Pk Cm	<u>95,645</u>	<u>1,165,972</u>	<u>1,261,617</u>	<u>2,374,468</u>
8115	CS - Asmt CFD7-2 Belmont Shore	<u>198,683</u>	<u>353,680</u>	<u>552,363</u>	<u>545,002</u>
8120	CS - Asmt CFD8-1 Toledo Ugd Ut	<u>69,482</u>	<u>163,902</u>	<u>233,384</u>	<u>231,763</u>
8125	CS - Asmt CFD11-1 Douglas Pk N	<u>(13,018)</u>	<u>-</u>	<u>(13,018)</u>	<u>287,715</u>
8190	CS - Other Special Assessment	<u>146,285</u>	<u>-</u>	<u>146,285</u>	<u>143,660</u>

## ATTACHMENT I

### **POOLED AND NON-POOLED CASH AND INVESTMENT BALANCES BY FUND AT MARCH 31, 2020 WITH COMPARATIVE TOTALS FOR MARCH 31, 2019 (Continued)**

Fund Number	Name of Fund	Pooled March 31, 2020	Non-Pooled March 31, 2020	Total at March 31, 2020	Total at March 31, 2019
8200	CS - ICTF JPA Operating	9,779,423	-	9,779,423	8,333,529
8300	CS - Earthquake Asmt Dist 90-3	263,029	-	263,029	
8310	CS - Earthquake Asmt Dist 93-1	548,160	-	548,160	
		811,189	-	811,189	797,371
8400	CS - Los Cerritos Wetlands Auth	-	143,037	143,037	197,907
8500	CS - Pkg & Bus Area Improve	98,278	-	98,278	
8550	CS - Pkg & Bus Area Improve	416,190	-	416,190	
		514,468	-	514,468	1,127,902
8600	PP - Expendable Trust	(35)	-	(35)	
8610	PP - Library Miller Trust	694,510	-	694,510	
8620	PP - Homeless Expendable Trust	4,989	-	4,989	
		699,464	-	699,464	874,781
9900	Accrued Interest Receivable	(7,199,280)	-	(7,199,280)	(7,522,894)
	Unrealized gains on investments	32,379,564	-	32,379,564	-
	<b>TOTAL CASH AND INVESTMENTS</b>	<b>\$ 1,754,904,809</b>	<b>\$ 353,077,871</b>	<b>\$ 2,107,982,680</b>	<b>\$ 2,009,298,739</b>

\* The City's pooled cash and investments was audited in aggregate and the allocation among funds was outside the scope of the performance audit. The allocation is presented for informational purposes only.

\*\*Due to the change in accounting system, comparability is presented on the aggregate basis for similar funds.

\*\*\*Unrealized gains on investments are due to market changes and represent the difference between the City's cost basis and the fair market value at March 31, 2020. The City's policy is to recognize the unrealized gains and losses at the end of the fiscal year for financial statement purposes, in compliance with Governmental Accounting Standards. All unrealized gains or losses are reported to the City Council through the Quarterly Investment Report by the City Treasurer.

**ATTACHMENT II**

**POOLED AND NON-POOLED CASH AND INVESTMENT BALANCES  
BY SECURITY TYPE AT MARCH 31, 2020  
WITH COMPARATIVE TOTALS FOR MARCH 31, 2019**

	<u>Pooled March 31, 2020</u>	<u>Non-Pooled March 31, 2020</u>	<u>Total at March 31, 2020</u>	<u>Total at March 31, 2019</u>
<b>CASH</b>				
Cash in Banks	\$ 143,763,743	\$ 2,003,498	\$ 145,767,241	\$ 93,650,517
Cash with Fiscal Agents	-	331,309,601	331,309,601	189,365,179
 Total Cash	 <u>\$ 143,763,743</u>	 <u>\$ 333,313,099</u>	 <u>\$ 477,076,842</u>	 <u>\$ 283,015,696</u>
<b>INVESTMENTS</b>				
U.S. Treasury Notes	\$ 1,060,675,791	\$ -	\$ 1,060,675,791	\$ 828,300,159
Federal Farm Credit Bank	12,403,940	-	12,403,940	4,992,882
Federal Home Loan Bank	155,952,478	-	155,952,478	165,231,491
Federal National Mortgage Association (FNMA)	172,423,665	-	172,423,665	245,923,845
Federal Home Loan Mortgage Corporation (FHLMC)	51,741,247	-	51,741,247	119,639,461
Federal Home Loan Discount	-	-	-	159,411,184
Local Agency Investment Fund	157,385,158	-	157,385,158	182,851,452
Guaranteed Investment Contracts	-	19,764,772	19,764,772	19,061,981
Money Market	558,787	-	558,787	870,588
 Total Investments	 <u>\$ 1,611,141,066</u>	 <u>\$ 19,764,772</u>	 <u>\$ 1,630,905,838</u>	 <u>\$ 1,726,283,043</u>
 <b>TOTAL CASH AND INVESTMENTS</b>	 <u>\$ 1,754,904,809</u>	 <u>\$ 353,077,871</u>	 <u>\$ 2,107,982,680</u>	 <u>\$ 2,009,298,739</u>